

## 8660 Public Utilities Commission

The California Public Utilities Commission (PUC) regulates critical and essential services such as privately owned telecommunications, electric, natural gas, and water companies, in addition to overseeing railroad/rail transit and moving and transportation companies. The PUC is the only agency in the state charged with protecting private utility consumers. As such, the PUC is responsible for ensuring that customers have safe, reliable utility service at reasonable rates, protecting against fraud, and promoting the health of California's economy, which depends on the infrastructure the utilities and the PUC provide.

### 3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2007-08	2008-09	2009-10	2007-08*	2008-09*	2009-10*
10 Regulation of Utilities	612.0	643.2	662.5	\$447,497	\$568,505	\$703,550
15 Universal Service Telephone Programs	25.9	23.4	25.3	677,119	606,791	638,749
20 Regulation of Transportation	161.1	166.0	167.0	20,230	20,869	22,425
30.01 Administration	139.0	149.8	149.8	26,843	29,123	28,507
30.02 Distributed Administration	-	-	-	-26,843	-29,123	-28,507
<b>TOTALS, POSITIONS AND EXPENDITURES (All Programs)</b>	<b>938.0</b>	<b>982.4</b>	<b>1,004.6</b>	<b>\$1,144,846</b>	<b>\$1,196,165</b>	<b>\$1,364,724</b>

FUNDING				2007-08*	2008-09*	2009-10*
0042	State Highway Account, State Transportation Fund			\$3,474	\$3,311	\$3,762
0046	Public Transportation Account, State Transportation Fund			3,190	3,456	3,907
0412	Transportation Rate Fund			2,260	2,855	2,853
0461	Public Utilities Commission Transportation Reimbursement Account			11,306	11,247	11,831
0462	Public Utilities Commission Utilities Reimbursement Account			82,993	86,127	86,747
0464	California High-Cost Fund-A Administrative Committee Fund			31,710	56,361	64,795
0470	California High-Cost Fund-B Administrative Committee Fund			319,080	130,803	51,565
0471	Universal Lifeline Telephone Service Trust Administrative Committee Fund			259,258	291,824	329,558
0483	Deaf and Disabled Telecommunications Program Administrative Committee Fund			43,812	69,046	68,953
0491	Payphone Service Providers Committee Fund			306	306	149
0493	California Teleconnect Fund Administrative Committee Fund			22,953	33,451	73,508
0890	Federal Trust Fund			1,246	1,284	1,284
0995	Reimbursements			21,871	18,784	22,880
3015	Gas Consumption Surcharge Fund			319,293	439,436	569,082
3089	Public Utilities Commission Ratepayer Advocate Account			22,094	22,874	23,629
3141	California Advanced Services Fund			-	25,000	50,221
<b>TOTALS, EXPENDITURES, ALL FUNDS</b>				<b>\$1,144,846</b>	<b>\$1,196,165</b>	<b>\$1,364,724</b>

### LEGAL CITATIONS AND AUTHORITY

#### PROGRAM AUTHORITY

10-Regulation of Utilities:

California Constitution, Article XII; Public Utilities Code, Divisions 1, 2, and 4.

15-Universal Service Telephone Programs:

California Constitution, Article XII; Public Utilities Code, Division 1.

20-Regulation of Transportation:

California Constitution, Article XII; Public Utilities Code, Divisions 1, 2, 4, and 10.

### DETAILED BUDGET ADJUSTMENTS

	2008-09*		Positions	2009-10*	
	General Fund	Other Funds		General Fund	Other Funds
<b>Workload Budget Adjustments</b>					

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

	2008-09*			2009-10*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
<b>Workload Budget Change Proposals</b>						
• Chapter 393, Statutes of 2008 (SB 1193): California Advanced Services Fund	\$-	\$25,000	-	\$-	\$50,000	1.9
• California Solar Initiative: Monitoring, Evaluation, and Consultation	-	-	-	-	3,409	-
• Chapter 342, Statutes of 2008 (SB 780): Affordability Study for Telephone Service	-	-	-	-	1,000	-
• Attorneys for Legal Division to Support Additional DRA Caseload and New Workload related to PUC Program Activities	-	-	-	-	553	3.9
• Energy Efficiency Savings Goals and Performance Incentives	-	-	-	-	461	3.9
• Waste Heat and Carbon Emissions Reduction Act for Combined Heat and Power Systems	-	-	-	-	417	3.9
• Renewable Portfolio Standard and Renewable Transmission	-	-	-	-	322	2.9
• Strategies for Transmission Infrastructure Planning in California	-	-	-	-	238	1.9
• Chapter 745, Statutes of 2008 (AB 2885): Prepaid Calling Cards	-	-	-	-	138	1.0
<b>Totals, Workload Budget Change Proposals</b>	<b>\$-</b>	<b>\$25,000</b>	<b>-</b>	<b>\$-</b>	<b>\$56,538</b>	<b>19.4</b>
<b>Other Workload Budget Adjustments</b>						
• Increased Claims	\$-	\$-	-	\$-	\$128,363	-
• Revised Expenditure Projections: CA Teleconnect Fund	-	-	-	-	40,241	-
• Revised Expenditure Projections: Universal Lifeline Telephone Service	-	-	-	-	23,149	-
• Revised Expenditure Projections: CA High-Cost Fund-A	-	-	-	-	8,352	-
• Other Baseline Adjustments	-	2,205	-	-	2,324	-
• Lease Revenue	-	-1	-	-	1	-
• One-Time Cost Reductions	-	-15,000	-	-	-492	-
• Continuously Vacant Positions Eliminated	-	-1,330	-	-	-1,330	-
• Revised Expenditure Projections: CA High-Cost Fund-B	-	-65,345	-	-	-144,633	-
<b>Totals, Other Workload Budget Adjustments</b>	<b>\$-</b>	<b>-\$79,471</b>	<b>-</b>	<b>\$-</b>	<b>\$55,975</b>	<b>-</b>
<b>Totals, Workload Budget Adjustments</b>	<b>\$-</b>	<b>-\$54,471</b>	<b>-</b>	<b>\$-</b>	<b>\$112,513</b>	<b>19.4</b>
<b>Policy Adjustments</b>						
• FERC Litigation Support	\$-	\$2,500	-	\$-	\$2,500	-
• Rail Safety and Security Information Management System	-	-	-	-	1,401	1.0
• The CAISO Electricity Market Monitoring	-	-	-	-	174	1.9
<b>Totals, Policy Adjustments</b>	<b>\$-</b>	<b>\$2,500</b>	<b>-</b>	<b>\$-</b>	<b>\$4,075</b>	<b>2.9</b>
<b>Totals, Budget Adjustments</b>	<b>\$-</b>	<b>-\$51,971</b>	<b>-</b>	<b>\$-</b>	<b>\$116,588</b>	<b>22.3</b>

## PROGRAM DESCRIPTIONS (Program Objectives Statement)

## 10 - REGULATION OF UTILITIES

The fundamental objectives of this program are to ensure that customers have safe, reliable utility service at reasonable rates, protect against fraud, and promote the health of California's economy, which depends on the infrastructure the utilities and the PUC provide. Californians spend more than \$38 billion annually for services from industries regulated by the PUC.

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

This includes 11 electricity utilities (80 percent of electric load in California), 1,821 telecommunications carriers, 156 water and sewer utilities, and 6 natural gas utilities.

The program also includes the Division of Ratepayer Advocates, which advocates on behalf of public utility customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. The Division balances the interests of all ratepayers to ensure that all consumers are treated equitably. The Division is funded by the Public Utility Ratepayer Advocate Account, which funds are utilized exclusively by the Division in the performance of its duties as determined by the director.

In the area of energy regulation, the PUC has a number of programs in place to help consumers, the economy, and the environment. The PUC is working to protect the environment from climate change. The PUC is also committed to renewable power and is working to implement renewable energy goals for utilities. Through the California Solar Initiative, the PUC will provide more than \$2 billion in incentives over the next several years for solar installations.

The Commission oversees the safety of electric, communications, natural gas, and propane gas utility systems and also performs operation and maintenance audits, outage inspections and investigations of incidents at electric generation facilities.

To ensure that consumers have access to sufficient information to make informed telecommunications choices, the PUC created a Telecommunications Consumer Education Initiative called Cal Phone Info, designed to help consumers navigate the increasingly competitive telecommunications market and to learn how to avoid becoming victims of consumer fraud. Cal Phone Info provides consumers with information on issues such as understanding phone bills, slamming, cramming, buying wireless telephone service, choosing telecommunications companies and services, prepaid phone cards, and avoiding telephone fraud and misleading advertising.

The Commission also administers the issuance of state franchises for the provision of video service in California. The Commission is responsible for monitoring video service provider compliance with the anti-discrimination, anti-redlining, and build-out requirements of California's state franchise law.

### 15 - UNIVERSAL SERVICE TELEPHONE PROGRAMS

The PUC oversees nearly \$1 billion in telecommunications consumer programs including the California Lifeline Fund, California Teleconnect Fund, Deaf and Disabled Telecommunications Program, and California High Cost Funds, all of which provide much-needed services to the state's consumers and communities. The objectives of these 'universal telephone service' programs are to: (1) ensure that basic telephone service remains available and affordable to all Californians regardless of geography, language, cultural, ethnic, physical or income differences; (2) encourage consumer choice among competitive telephone companies; (3) modify, as necessary, the basic telephone service definition to incorporate new technology for all residential subscribers; and (4) ensure that consumers have access to sufficient information to make informed choices about basic service and universal lifeline telephone services. Specifically, the California High-Cost Fund A program provides supplemental funding to 17 small local telephone companies to minimize rate disparities which otherwise would occur in basic telephone service costs between rural and metropolitan areas. The California High-Cost Fund B program provides supplemental funding to large telephone companies to minimize disparities which otherwise would occur between high-cost and metropolitan areas. The Deaf and Disabled Telecommunications program provides assistance to deaf, hearing impaired and disabled residents. The Payphone Service Providers program provides payphones to the general public at no charge in the interest of public safety and at locations where payphones otherwise would not be found. The California Teleconnect Fund program provides discounted telecommunication services to qualifying schools, libraries, hospitals and community-based organizations. The California Advanced Services Fund Program encourages the deployment of broadband infrastructure in unserved and underserved rural and urban areas of California.

### 20 - REGULATION OF TRANSPORTATION

The PUC oversees the safety of all railroads, six major rail transit agencies, five smaller transit systems, and more than 16,000 public and private crossings. The PUC's specially trained and federally certified inspectors inspect all tracks (annually), all train equipment and facilities (semi-annually), investigate all rail accidents that result in loss of life and property damage, and ensure the safe transportation of hazardous materials. The PUC has exclusive authority to approve or disapprove all highway-rail crossings. The Transportation program also oversees passenger carriers, including privately owned for-hire passenger transportation companies and household goods carriers. The program regulates rates and services, issues certificates and other licenses, and enforces safety standards and insurance requirements.

### DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2007-08*	2008-09*	2009-10*
<b>PROGRAM REQUIREMENTS</b>			
<b>10 REGULATION OF UTILITIES</b>			
<b>State Operations:</b>			
0462 Public Utilities Commission Utilities Reimbursement Account	\$82,993	\$86,127	\$86,747
0890 Federal Trust Fund	1,246	1,284	1,284
0995 Reimbursements	21,871	18,784	22,808
3015 Gas Consumption Surcharge Fund	319,293	439,436	569,082

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

	2007-08*	2008-09*	2009-10*
3089 Public Utilities Commission Ratepayer Advocate Account	22,094	22,874	23,629
<b>Totals, State Operations</b>	<b>\$447,497</b>	<b>\$568,505</b>	<b>\$703,550</b>
<b>ELEMENT REQUIREMENTS</b>			
<b>10.10 Regulation of Rates</b>	<b>\$377,448</b>	<b>\$510,097</b>	<b>\$644,998</b>
<b>State Operations:</b>			
0462 Public Utilities Commission Utilities Reimbursement Account	55,911	65,992	67,982
0995 Reimbursements	2,244	4,669	7,934
3015 Gas Consumption Surcharge Fund	319,293	439,436	569,082
<b>10.15 Office of Ratepayer Advocates</b>	<b>\$22,550</b>	<b>\$26,784</b>	<b>\$27,664</b>
<b>State Operations:</b>			
0995 Reimbursements	456	3,910	4,035
3089 Public Utilities Commission Ratepayer Advocate Account	22,094	22,874	23,629
<b>10.20 Service and Facilities</b>	<b>\$21,261</b>	<b>\$15,438</b>	<b>\$14,388</b>
<b>State Operations:</b>			
0462 Public Utilities Commission Utilities Reimbursement Account	21,261	15,438	14,388
<b>10.30 Certification</b>	<b>\$21,988</b>	<b>\$12,319</b>	<b>\$12,809</b>
<b>State Operations:</b>			
0462 Public Utilities Commission Utilities Reimbursement Account	2,817	2,114	1,970
0995 Reimbursements	19,171	10,205	10,839
<b>10.40 Safety</b>	<b>\$4,250</b>	<b>\$3,867</b>	<b>\$3,691</b>
<b>State Operations:</b>			
0462 Public Utilities Commission Utilities Reimbursement Account	3,004	2,583	2,407
0890 Federal Trust Fund	1,246	1,284	1,284
<b>PROGRAM REQUIREMENTS</b>			
<b>15 UNIVERSAL SERVICE TELEPHONE PROGRAMS</b>			
<b>State Operations:</b>			
0464 California High-Cost Fund-A Administrative Committee Fund	\$31,710	\$56,361	\$64,795
0470 California High-Cost Fund-B Administrative Committee Fund	319,080	130,803	51,565
0471 Universal Lifeline Telephone Service Trust Administrative Committee Fund	259,258	291,824	329,558
0483 Deaf and Disabled Telecommunications Program Administrative Committee Fund	43,812	69,046	68,953
0491 Payphone Service Providers Committee Fund	306	306	149
0493 California Teleconnect Fund Administrative Committee Fund	22,953	33,451	73,508
3141 California Advanced Services Fund	-	25,000	50,221
<b>Totals, State Operations</b>	<b>\$677,119</b>	<b>\$606,791</b>	<b>\$638,749</b>
<b>ELEMENT REQUIREMENTS</b>			
<b>15.10 California High-Cost Fund-A Program</b>	<b>\$31,710</b>	<b>\$56,361</b>	<b>\$64,795</b>
<b>State Operations:</b>			
0464 California High-Cost Fund-A Administrative Committee Fund	31,710	56,361	64,795

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

	2007-08*	2008-09*	2009-10*
<b>15.20 California High-Cost Fund-B Program</b>	<b>\$319,080</b>	<b>\$130,803</b>	<b>\$51,565</b>
<b>State Operations:</b>			
0470 California High-Cost Fund-B Administrative Committee Fund	319,080	130,803	51,565
<b>15.30 Universal Lifeline Telephone Service Program</b>	<b>\$259,258</b>	<b>\$291,824</b>	<b>\$329,558</b>
<b>State Operations:</b>			
0471 Universal Lifeline Telephone Service Trust Administrative Committee Fund	259,258	291,824	329,558
<b>15.40 Deaf and Disabled Telecommunications Program</b>	<b>\$43,812</b>	<b>\$69,046</b>	<b>\$68,953</b>
<b>State Operations:</b>			
0483 Deaf and Disabled Telecommunications Program Administrative Committee Fund	43,812	69,046	68,953
<b>15.50 Payphone Service Providers Program</b>	<b>\$306</b>	<b>\$306</b>	<b>\$149</b>
<b>State Operations:</b>			
0491 Payphone Service Providers Committee Fund	306	306	149
<b>15.60 California Teleconnect Fund Program</b>	<b>\$22,953</b>	<b>\$33,451</b>	<b>\$73,508</b>
<b>State Operations:</b>			
0493 California Teleconnect Fund Administrative Committee Fund	22,953	33,451	73,508
<b>15.70 California Advanced Services Fund Program</b>	<b>\$-</b>	<b>\$25,000</b>	<b>\$50,221</b>
<b>State Operations:</b>			
3141 California Advanced Services Fund	-	25,000	50,221
<b>PROGRAM REQUIREMENTS</b>			
<b>20 REGULATION OF TRANSPORTATION</b>			
<b>State Operations:</b>			
0042 State Highway Account, State Transportation Fund	\$3,474	\$3,311	\$3,762
0046 Public Transportation Account, State Transportation Fund	3,190	3,456	3,907
0412 Transportation Rate Fund	2,260	2,855	2,853
0461 Public Utilities Commission Transportation Reimbursement Account	11,306	11,247	11,831
0995 Reimbursements	-	-	72
<b>Totals, State Operations</b>	<b>\$20,230</b>	<b>\$20,869</b>	<b>\$22,425</b>
<b>ELEMENT REQUIREMENTS</b>			
<b>20.10 Regulation of Rates</b>	<b>\$279</b>	<b>\$76</b>	<b>\$70</b>
<b>State Operations:</b>			
0412 Transportation Rate Fund	9	17	16
0461 Public Utilities Commission Transportation Reimbursement Account	270	59	54
<b>20.20 Service and Facilities</b>	<b>\$4,115</b>	<b>\$3,553</b>	<b>\$3,329</b>
<b>State Operations:</b>			
0412 Transportation Rate Fund	1,439	1,551	1,531
0461 Public Utilities Commission Transportation Reimbursement Account	2,676	2,002	1,798
<b>20.30 Licensing</b>	<b>\$3,990</b>	<b>\$5,098</b>	<b>\$5,317</b>
<b>State Operations:</b>			
0412 Transportation Rate Fund	812	1,287	1,320
0461 Public Utilities Commission Transportation Reimbursement Account	3,178	3,811	3,997
0995 Reimbursements	-	-	72

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

	2007-08*	2008-09*	2009-10*
<b>20.40 Safety</b>	<b>\$11,846</b>	<b>\$12,142</b>	<b>\$13,709</b>
<b>State Operations:</b>			
0042 State Highway Account, State Transportation Fund	3,474	3,311	3,762
0046 Public Transportation Account, State Transportation Fund	3,190	3,456	3,907
0461 Public Utilities Commission Transportation Reimbursement Account	5,182	5,375	6,040
<b>PROGRAM REQUIREMENTS</b>			
<b>30 ADMINISTRATION</b>			
<b>ELEMENT REQUIREMENTS</b>			
30.01 Administration	26,843	29,123	28,507
30.02 Distributed Administration	-26,843	-29,123	-28,507
<b>TOTALS, EXPENDITURES</b>			
State Operations	1,144,846	1,196,165	1,364,724
<b>Totals, Expenditures</b>	<b>\$1,144,846</b>	<b>\$1,196,165</b>	<b>\$1,364,724</b>

## EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2007-08	2008-09	2009-10	2007-08*	2008-09*	2009-10*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	938.0	1,004.0	1,004.0	\$73,484	\$75,316	\$76,301
Total Adjustments	-	-	23.0	-	1,042	2,878
Estimated Salary Savings	-	-21.6	-22.4	-	-2,602	-3,642
<b>Net Totals, Salaries and Wages</b>	<b>938.0</b>	<b>982.4</b>	<b>1,004.6</b>	<b>\$73,484</b>	<b>\$73,756</b>	<b>\$75,537</b>
Staff Benefits	-	-	-	22,936	26,039	26,665
<b>Totals, Personal Services</b>	<b>938.0</b>	<b>982.4</b>	<b>1,004.6</b>	<b>\$96,420</b>	<b>\$99,795</b>	<b>\$102,202</b>
OPERATING EXPENSES AND EQUIPMENT				\$53,242	\$50,445	\$55,328
SPECIAL ITEMS OF EXPENSE						
Base Rental and Fees/Insurance				\$5,075	\$5,096	\$5,098
California High-Cost Fund-A Program				31,510	56,001	64,353
California High-Cost Fund-B Program				317,697	128,747	50,547
Universal Lifeline Telephone Service Program				255,573	288,841	326,735
Deaf and Disabled Telecommunications Program				43,225	68,443	68,427
California Teleconnect Fund Program				22,811	33,060	73,301
California Advanced Services Fund Program				-	25,000	49,651
Gas Consumption Surcharge Program				319,293	439,436	569,082
Tort Payments and Attorney Fees				-	1,301	-
<b>Totals, Special Items of Expense</b>				<b>\$995,184</b>	<b>\$1,045,925</b>	<b>\$1,207,194</b>
<b>TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)</b>				<b>\$1,144,846</b>	<b>\$1,196,165</b>	<b>\$1,364,724</b>

## DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2007-08*	2008-09*	2009-10*
<b>0042 State Highway Account, State Transportation Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$3,354	\$-	\$-
Allocation for employee compensation	127	-	-

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

1 STATE OPERATIONS	2007-08*	2008-09*	2009-10*
Adjustment per Section 3.60	-7	-	-
001 Budget Act appropriation as amended by Chapter 269, Statutes of 2008	-	3,280	-
Allocation for employee compensation	-	32	-
Adjustment per Section 3.60	-	-1	-
001 Budget Act appropriation	-	-	3,762
<b>TOTALS, EXPENDITURES</b>	<b>\$3,474</b>	<b>\$3,311</b>	<b>\$3,762</b>
<b>0046 Public Transportation Account, State Transportation Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$3,081	\$-	\$-
Allocation for employee compensation	118	-	-
Adjustment per Section 3.60	-6	-	-
001 Budget Act appropriation as amended by Chapter 269, Statutes of 2008	-	3,423	-
Allocation for employee compensation	-	34	-
Adjustment per Section 3.60	-	-1	-
001 Budget Act appropriation	-	-	3,907
<b>Totals Available</b>	<b>\$3,193</b>	<b>\$3,456</b>	<b>\$3,907</b>
Unexpended balance, estimated savings	-3	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$3,190</b>	<b>\$3,456</b>	<b>\$3,907</b>
<b>0412 Transportation Rate Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$2,711	\$-	\$-
Allocation for employee compensation	100	-	-
Adjustment per Section 3.60	-5	-	-
001 Budget Act appropriation as amended by Chapter 269, Statutes of 2008	-	2,702	-
Allocation for employee compensation	-	2	-
Adjustment per Section 3.60	-	-1	-
001 Budget Act appropriation	-	-	2,715
003 Budget Act appropriation	153	152	138
Adjustment per Section 4.30 (Lease-Revenue)	-1	-	-
<b>Totals Available</b>	<b>\$2,958</b>	<b>\$2,855</b>	<b>\$2,853</b>
Unexpended balance, estimated savings	-698	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$2,260</b>	<b>\$2,855</b>	<b>\$2,853</b>
<b>0461 Public Utilities Commission Transportation Reimbursement Account</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$10,779	\$-	\$-
Allocation for employee compensation	405	-	-
Adjustment per Section 3.60	-22	-	-
001 Budget Act appropriation as amended by Chapter 269, Statutes of 2008	-	10,681	-
Allocation for employee compensation	-	8	-
Adjustment per Section 3.60	-	-4	-
001 Budget Act appropriation	-	-	11,327
003 Budget Act appropriation	566	562	504
Adjustment per Section 4.30 (Lease-Revenue)	-6	-	-
Prior year balances available:			
Item 8660-001-0461, Budget Act of 2005, as reappropriated by Item 8660-490, Budget Act of 2006	100	-	-
<b>Totals Available</b>	<b>\$11,822</b>	<b>\$11,247</b>	<b>\$11,831</b>
Unexpended balance, estimated savings	-516	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$11,306</b>	<b>\$11,247</b>	<b>\$11,831</b>

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

1 STATE OPERATIONS	2007-08*	2008-09*	2009-10*
<b>0462 Public Utilities Commission Utilities Reimbursement Account</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$78,018	\$-	\$-
Allocation for employee compensation	3,014	-	-
Adjustment per Section 3.60	-159	-	-
Adjustment per Section 15.25	-12	-	-
001 Budget Act appropriation as amended by Chapter 269, Statutes of 2008	-	77,148	-
Allocation for employee compensation	-	824	-
Allocation for contingencies or emergencies	-	1,301	-
Deficiency from special appropriations bill	-	2,500	-
Adjustment per Section 3.60	-	-28	-
001 Budget Act appropriation	-	-	82,805
003 Budget Act appropriation	4,412	4,383	3,942
Adjustment per Section 4.30 (Lease-Revenue)	-39	-1	-
011 Budget Act appropriation (transfer to the Public Utilities Commission Ratepayer Advocate Account)	(21,332)	(22,868)	(23,629)
Revised expenditure authority per Provision 1	(762)	(-)	-
Prior year balances available:			
Chapter 776, Statutes of 2006	597	597	597
<b>Totals Available</b>	<b>\$85,831</b>	<b>\$86,724</b>	<b>\$87,344</b>
Unexpended balance, estimated savings	-2,241	-	-597
Balance available in subsequent years	-597	-597	-
<b>TOTALS, EXPENDITURES</b>	<b>\$82,993</b>	<b>\$86,127</b>	<b>\$86,747</b>
<b>0464 California High-Cost Fund-A Administrative Committee Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$66,512	\$56,361	\$64,795
<b>Totals Available</b>	<b>\$66,512</b>	<b>\$56,361</b>	<b>\$64,795</b>
Unexpended balance, estimated savings	-34,802	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$31,710</b>	<b>\$56,361</b>	<b>\$64,795</b>
<b>0470 California High-Cost Fund-B Administrative Committee Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$436,022	\$196,148	\$51,565
011 Budget Act appropriation (loan to the General Fund) as amended by Chapter 269, Statutes of 2008	-	(35,000)	-
Adjustment per pending legislation	(-)	(40,000)	-
<b>Totals Available</b>	<b>\$436,022</b>	<b>\$196,148</b>	<b>\$51,565</b>
Unexpended balance, estimated savings	-116,942	-65,345	-
<b>TOTALS, EXPENDITURES</b>	<b>\$319,080</b>	<b>\$130,803</b>	<b>\$51,565</b>
<b>0471 Universal Lifeline Telephone Service Trust Administrative Committee Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$289,596	\$308,154	\$329,558
011 Budget Act appropriation (loan to the General Fund) as amended by Chapter 269, Statutes of 2008	-	(30,000)	-
Adjustment per pending legislation	(-)	(15,000)	-
<b>Totals Available</b>	<b>\$289,596</b>	<b>\$308,154</b>	<b>\$329,558</b>
Unexpended balance, estimated savings	-30,338	-16,330	-
<b>TOTALS, EXPENDITURES</b>	<b>\$259,258</b>	<b>\$291,824</b>	<b>\$329,558</b>
<b>0483 Deaf and Disabled Telecommunications Program Administrative Committee Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$68,897	\$69,046	\$68,953

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

1 STATE OPERATIONS	2007-08*	2008-09*	2009-10*
011 Budget Act appropriation (loan to the General Fund) as amended by Chapter 269, Statutes of 2008	-	(85,000)	-
Adjustment per pending legislation	(-)	(-55,000)	-
<b>Totals Available</b>	<b>\$68,897</b>	<b>\$69,046</b>	<b>\$68,953</b>
Unexpended balance, estimated savings	-25,085	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$43,812</b>	<b>\$69,046</b>	<b>\$68,953</b>
<b>0491 Payphone Service Providers Committee Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$500	\$495	\$149
<b>Totals Available</b>	<b>\$500</b>	<b>\$495</b>	<b>\$149</b>
Unexpended balance, estimated savings	-194	-189	-
<b>TOTALS, EXPENDITURES</b>	<b>\$306</b>	<b>\$306</b>	<b>\$149</b>
<b>0493 California Teleconnect Fund Administrative Committee Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$25,131	\$33,451	\$73,508
Prior year balances available:			
Item 8660-001-0493, Budget Act of 2003 as reappropriated by Item 8660-491, Budget Act of 2006	1,798	-	-
Chapter 847, Statutes of 2004, as reappropriated by Item 8660-491, Budget Act of 2006	202	-	-
<b>Totals Available</b>	<b>\$27,131</b>	<b>\$33,451</b>	<b>\$73,508</b>
Unexpended balance, estimated savings	-4,178	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$22,953</b>	<b>\$33,451</b>	<b>\$73,508</b>
<b>0890 Federal Trust Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,202	\$1,272	\$1,284
Allocation for employee compensation	46	12	-
Adjustment per Section 3.60	-2	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$1,246</b>	<b>\$1,284</b>	<b>\$1,284</b>
<b>0995 Reimbursements</b>			
APPROPRIATIONS			
Reimbursements	\$21,871	\$18,784	\$22,880
<b>3015 Gas Consumption Surcharge Fund</b>			
APPROPRIATIONS			
Public Utilities Code Section 895	\$319,293	\$439,436	\$569,082
<b>TOTALS, EXPENDITURES</b>	<b>\$319,293</b>	<b>\$439,436</b>	<b>\$569,082</b>
<b>3089 Public Utilities Commission Ratepayer Advocate Account</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$21,332	\$22,658	\$23,629
Allocation for employee compensation	805	224	-
Adjustment per Section 3.60	-43	-8	-
<b>TOTALS, EXPENDITURES</b>	<b>\$22,094</b>	<b>\$22,874</b>	<b>\$23,629</b>
<b>3141 California Advanced Services Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$-	\$-	\$50,221
Chapter 393, Statutes of 2008	-	25,000	-
<b>TOTALS, EXPENDITURES</b>	<b>\$-</b>	<b>\$25,000</b>	<b>\$50,221</b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations)</b>	<b>\$1,144,846</b>	<b>\$1,196,165</b>	<b>\$1,364,724</b>

## FUND CONDITION STATEMENTS

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

	2007-08*	2008-09*	2009-10*
<b>0051 Propane Safety Inspection and Enforcement Program Trust Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$26	\$3	\$3
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
120600 Quarterly Public Utility Commission Fees	112	112	112
Transfers and Other Adjustments:			
TO0462 To Public Utilities Commission Utilities Reimbursement Account per Public Utilities Code Section 4458	-135	-112	-112
Total Revenues, Transfers, and Other Adjustments	<u>-\$23</u>	<u>-</u>	<u>-</u>
Total Resources	<u>\$3</u>	<u>\$3</u>	<u>\$3</u>
FUND BALANCE	\$3	\$3	\$3
Reserve for economic uncertainties	3	3	3
<b>0412 Transportation Rate Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$1,409	\$1,653	\$1,297
Prior year adjustments	<u>5</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$1,414	\$1,653	\$1,297
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
120600 Quarterly Public Utility Commission Fees	2,349	2,349	2,349
125700 Other Regulatory Licenses and Permits	84	84	84
141200 Sales of Documents	4	4	4
150300 Income From Surplus Money Investments	83	83	83
Transfers and Other Adjustments:			
TO0293 To Motor Carriers Safety Improvement Fund per Public Utilities Code Section 5003.1	-21	-21	-21
Total Revenues, Transfers, and Other Adjustments	<u>\$2,499</u>	<u>\$2,499</u>	<u>\$2,499</u>
Total Resources	<u>\$3,913</u>	<u>\$4,152</u>	<u>\$3,796</u>
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8660 Public Utilities Commission (State Operations)	<u>2,260</u>	<u>2,855</u>	<u>2,853</u>
Total Expenditures and Expenditure Adjustments	<u>\$2,260</u>	<u>\$2,855</u>	<u>\$2,853</u>
FUND BALANCE	\$1,653	\$1,297	\$943
Reserve for economic uncertainties	1,653	1,297	943
<b>0461 Public Utilities Commission Transportation Reimbursement Account <sup>s</sup></b>			
BEGINNING BALANCE	\$3,955	\$3,008	\$2,386
Prior year adjustments	<u>-74</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$3,881	\$3,008	\$2,386
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
120600 Quarterly Public Utility Commission Fees	8,692	8,883	9,444
125700 Other Regulatory Licenses and Permits	1,620	1,620	1,620
150300 Income From Surplus Money Investments	<u>122</u>	<u>123</u>	<u>123</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$10,434</u>	<u>\$10,626</u>	<u>\$11,187</u>
Total Resources	<u>\$14,315</u>	<u>\$13,634</u>	<u>\$13,573</u>
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	1	1	-
8660 Public Utilities Commission (State Operations)	<u>11,306</u>	<u>11,247</u>	<u>11,831</u>
Total Expenditures and Expenditure Adjustments	<u>\$11,307</u>	<u>\$11,248</u>	<u>\$11,831</u>

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

	2007-08*	2008-09*	2009-10*
FUND BALANCE	\$3,008	\$2,386	\$1,742
Reserve for economic uncertainties	3,008	2,386	1,742
<b>0462 Public Utilities Commission Utilities Reimbursement Account <sup>§</sup></b>			
BEGINNING BALANCE	\$9,920	\$17,115	\$18,409
Prior year adjustments	4,537	-	-
Adjusted Beginning Balance	\$14,457	\$17,115	\$18,409
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
120600 Quarterly Public Utility Commission Fees	109,779	109,779	109,779
141200 Sales of Documents	14	14	14
150300 Income From Surplus Money Investments	334	334	334
161000 Escheat of Unclaimed Checks & Warrants	8	-	-
161400 Miscellaneous Revenue	64	64	64
Transfers and Other Adjustments:			
FO0051 From Propane Safety Inspection and Enforcement Program Trust Fund per Public Utilities Code Section 4458	135	112	112
TO3089 To Public Utilities Commission Ratepayer Advocate Account per Item 8660-011-0462, Budget Acts	-22,953	-22,874	-23,629
Total Revenues, Transfers, and Other Adjustments	\$87,381	\$87,429	\$86,674
Total Resources	\$101,838	\$104,544	\$105,083
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	10	8	-
8660 Public Utilities Commission (State Operations)	82,993	86,127	86,747
8770 Electricity Oversight Board (State Operations)	1,720	-	-
Total Expenditures and Expenditure Adjustments	\$84,723	\$86,135	\$86,747
FUND BALANCE	\$17,115	\$18,409	\$18,336
Reserve for economic uncertainties	17,115	18,409	18,336
<b>0464 California High-Cost Fund-A Administrative Committee Fund <sup>§</sup></b>			
BEGINNING BALANCE	\$55,931	\$75,396	\$52,986
Prior year adjustments	3,456	-	-
Adjusted Beginning Balance	\$59,387	\$75,396	\$52,986
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	44,398	31,850	31,753
150300 Income From Surplus Money Investments	3,327	2,106	1,564
Total Revenues, Transfers, and Other Adjustments	\$47,725	\$33,956	\$33,317
Total Resources	\$107,112	\$109,352	\$86,303
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	6	5	-
8660 Public Utilities Commission (State Operations)	31,710	56,361	64,795
Total Expenditures and Expenditure Adjustments	\$31,716	\$56,366	\$64,795
FUND BALANCE	\$75,396	\$52,986	\$21,508
Reserve for economic uncertainties	75,396	52,986	21,508
<b>0470 California High-Cost Fund-B Administrative Committee Fund <sup>§</sup></b>			
BEGINNING BALANCE	\$280,551	\$143,658	\$1,883
Prior year adjustments	-51,707	-	-

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

	2007-08*	2008-09*	2009-10*
Adjusted Beginning Balance	\$228,844	\$143,658	\$1,883
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	222,792	61,063	61,063
150300 Income From Surplus Money Investments	11,145	3,000	1,150
Transfers and Other Adjustments:			
TO0001 To General Fund loan per Item 8660-011-0470, Budget Act of 2008	-	-75,000	-
Total Revenues, Transfers, and Other Adjustments	<u>\$233,937</u>	<u>-\$10,937</u>	<u>\$62,213</u>
Total Resources	\$462,781	\$132,721	\$64,096
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	43	35	-
8660 Public Utilities Commission (State Operations)	319,080	130,803	51,565
Total Expenditures and Expenditure Adjustments	<u>\$319,123</u>	<u>\$130,838</u>	<u>\$51,565</u>
FUND BALANCE	\$143,658	\$1,883	\$12,531
Reserve for economic uncertainties	143,658	1,883	12,531
<b>0471 Universal Lifeline Telephone Service Trust Administrative Committee Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$106,473	\$102,014	\$47,551
Prior year adjustments	-43,346	-	-
Adjusted Beginning Balance	<u>\$63,127</u>	<u>\$102,014</u>	<u>\$47,551</u>
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	292,113	280,890	280,890
150300 Income From Surplus Money Investments	6,061	1,494	1,494
Transfers and Other Adjustments:			
TO0001 To General Fund loan per Item 8660-011-0471, Budget Act of 2008	-	-45,000	-
Total Revenues, Transfers, and Other Adjustments	<u>\$298,174</u>	<u>\$237,384</u>	<u>\$282,384</u>
Total Resources	\$361,301	\$339,398	\$329,935
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	29	23	-
8660 Public Utilities Commission (State Operations)	259,258	291,824	329,558
Total Expenditures and Expenditure Adjustments	<u>\$259,287</u>	<u>\$291,847</u>	<u>\$329,558</u>
FUND BALANCE	\$102,014	\$47,551	\$377
Reserve for economic uncertainties	102,014	47,551	377
<b>0483 Deaf and Disabled Telecommunications Program Administrative Committee Fund</b>			
<sup>s</sup>			
BEGINNING BALANCE	\$56,747	\$84,595	\$34,017
Prior year adjustments	-6,686	-	-
Adjusted Beginning Balance	<u>\$50,061</u>	<u>\$84,595</u>	<u>\$34,017</u>
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	75,805	48,850	44,850
150300 Income From Surplus Money Investments	3,027	170	58
Transfers and Other Adjustments:			
TO0001 To General Fund loan per Item 8660-011-0483, Budget Act of 2008	-	-30,000	-
Total Revenues, Transfers, and Other Adjustments	<u>\$78,832</u>	<u>\$19,020</u>	<u>\$44,908</u>
Total Resources	\$128,893	\$103,615	\$78,925
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			

\* Dollars in thousands

## 8660 Public Utilities Commission - Continued

	2007-08*	2008-09*	2009-10*
Expenditures:			
6120 California State Library (Local Assistance)	486	552	552
8660 Public Utilities Commission (State Operations)	43,812	69,046	68,953
Total Expenditures and Expenditure Adjustments	\$44,298	\$69,598	\$69,505
FUND BALANCE	\$84,595	\$34,017	\$9,420
Reserve for economic uncertainties	84,595	34,017	9,420
<b>0491 Payphone Service Providers Committee Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$423	\$455	\$149
Prior year adjustments	-35	-	-
Adjusted Beginning Balance	\$388	\$455	\$149
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	352	-	-
150300 Income From Surplus Money Investments	21	-	-
Total Revenues, Transfers, and Other Adjustments	\$373	-	-
Total Resources	\$761	\$455	\$149
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8660 Public Utilities Commission (State Operations)	306	306	149
Total Expenditures and Expenditure Adjustments	\$306	\$306	\$149
FUND BALANCE	\$455	\$149	-
Reserve for economic uncertainties	455	149	-
<b>0493 California Teleconnect Fund Administrative Committee Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$30,336	\$46,173	\$33,265
Prior year adjustments	-287	-	-
Adjusted Beginning Balance	\$30,049	\$46,173	\$33,265
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	32,224	19,200	42,000
150300 Income From Surplus Money Investments	1,499	987	744
150500 Interest Income From Interfund Loans	358	358	358
Transfers and Other Adjustments:			
FO0001 From General Fund loan repayment per Item 8660-011-0493 Budget Act of 2003	5,000	-	5,000
Total Revenues, Transfers, and Other Adjustments	\$39,081	\$20,545	\$48,102
Total Resources	\$69,130	\$66,718	\$81,367
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	4	2	-
8660 Public Utilities Commission (State Operations)	22,953	33,451	73,508
Total Expenditures and Expenditure Adjustments	\$22,957	\$33,453	\$73,508
FUND BALANCE	\$46,173	\$33,265	\$7,859
Reserve for economic uncertainties	46,173	33,265	7,859
<b>3015 Gas Consumption Surcharge Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$16,218	\$69,370	\$73,385
Prior year adjustments	-13,643	-	-
Adjusted Beginning Balance	\$2,575	\$69,370	\$73,385
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			

\* Dollars in thousands

**8660 Public Utilities Commission - Continued**

	2007-08*	2008-09*	2009-10*
120300 Energy Resource Surcharge	400,026	460,400	567,799
150300 Income From Surplus Money Investments	4,484	4,484	4,484
Transfers and Other Adjustments:			
TO3109 To Natural Gas Subaccount,Public Interest Research,Development, & Demonstration Fd per Chapter 512, Statutes of 2006	-18,000	-21,000	-24,000
Total Revenues, Transfers, and Other Adjustments	<u>\$386,510</u>	<u>\$443,884</u>	<u>\$548,283</u>
Total Resources	\$389,085	\$513,254	\$621,668
<b>EXPENDITURES AND EXPENDITURE ADJUSTMENTS</b>			
Expenditures:			
0840 State Controller (State Operations)	30	23	-
0860 State Board of Equalization (State Operations)	392	410	670
8660 Public Utilities Commission (State Operations)	<u>319,293</u>	<u>439,436</u>	<u>569,082</u>
Total Expenditures and Expenditure Adjustments	<u>\$319,715</u>	<u>\$439,869</u>	<u>\$569,752</u>
FUND BALANCE	\$69,370	\$73,385	\$51,916
Reserve for economic uncertainties	69,370	73,385	51,916
<b>3089 Public Utilities Commission Ratepayer Advocate Account <sup>s</sup></b>			
BEGINNING BALANCE	\$222	\$2,611	\$2,609
Prior year adjustments	<u>1,532</u>	-	-
Adjusted Beginning Balance	\$1,754	\$2,611	\$2,609
<b>REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS</b>			
Transfers and Other Adjustments:			
FO0462 From Public Utilities Commission Utilities Reimbursement Account per Item 8660- 011-0462, Budget Acts	22,953	22,874	23,629
Total Revenues, Transfers, and Other Adjustments	<u>\$22,953</u>	<u>\$22,874</u>	<u>\$23,629</u>
Total Resources	\$24,707	\$25,485	\$26,238
<b>EXPENDITURES AND EXPENDITURE ADJUSTMENTS</b>			
Expenditures:			
0840 State Controller (State Operations)	2	2	-
8660 Public Utilities Commission (State Operations)	<u>22,094</u>	<u>22,874</u>	<u>23,629</u>
Total Expenditures and Expenditure Adjustments	<u>\$22,096</u>	<u>\$22,876</u>	<u>\$23,629</u>
FUND BALANCE	\$2,611	\$2,609	\$2,609
Reserve for economic uncertainties	2,611	2,609	2,609
<b>3141 California Advanced Services Fund <sup>s</sup></b>			
BEGINNING BALANCE	-	-	\$35,000
<b>REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS</b>			
Revenues:			
125600 Other Regulatory Fees	<u>-</u>	<u>\$60,000</u>	<u>60,000</u>
Total Revenues, Transfers, and Other Adjustments	<u>-</u>	<u>\$60,000</u>	<u>\$60,000</u>
Total Resources	-	\$60,000	\$95,000
<b>EXPENDITURES AND EXPENDITURE ADJUSTMENTS</b>			
Expenditures:			
8660 Public Utilities Commission (State Operations)	<u>-</u>	<u>25,000</u>	<u>50,221</u>
Total Expenditures and Expenditure Adjustments	<u>-</u>	<u>\$25,000</u>	<u>\$50,221</u>
FUND BALANCE	-	\$35,000	\$44,779
Reserve for economic uncertainties	-	35,000	44,779

\* Dollars in thousands

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\* Dollars in thousands